



**MILWAUKEE
PUBLIC SCHOOLS**

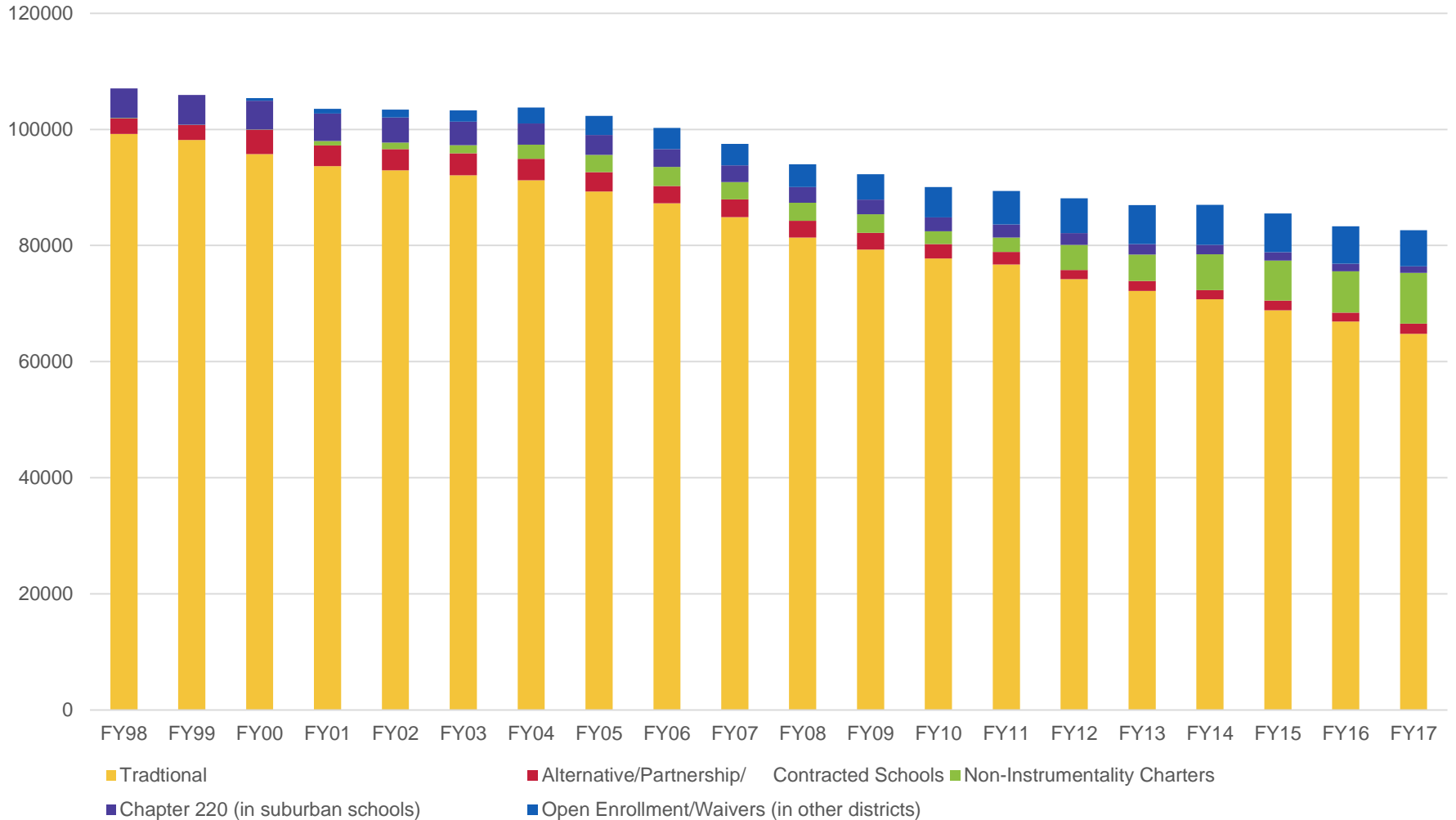
***Start. Stay. Succeed.
Comienza. Quédate. Triunfa.***

Report on FY17 Estimated Revenues, Enrollment and Long-range Financial Forecast

3/22/2016

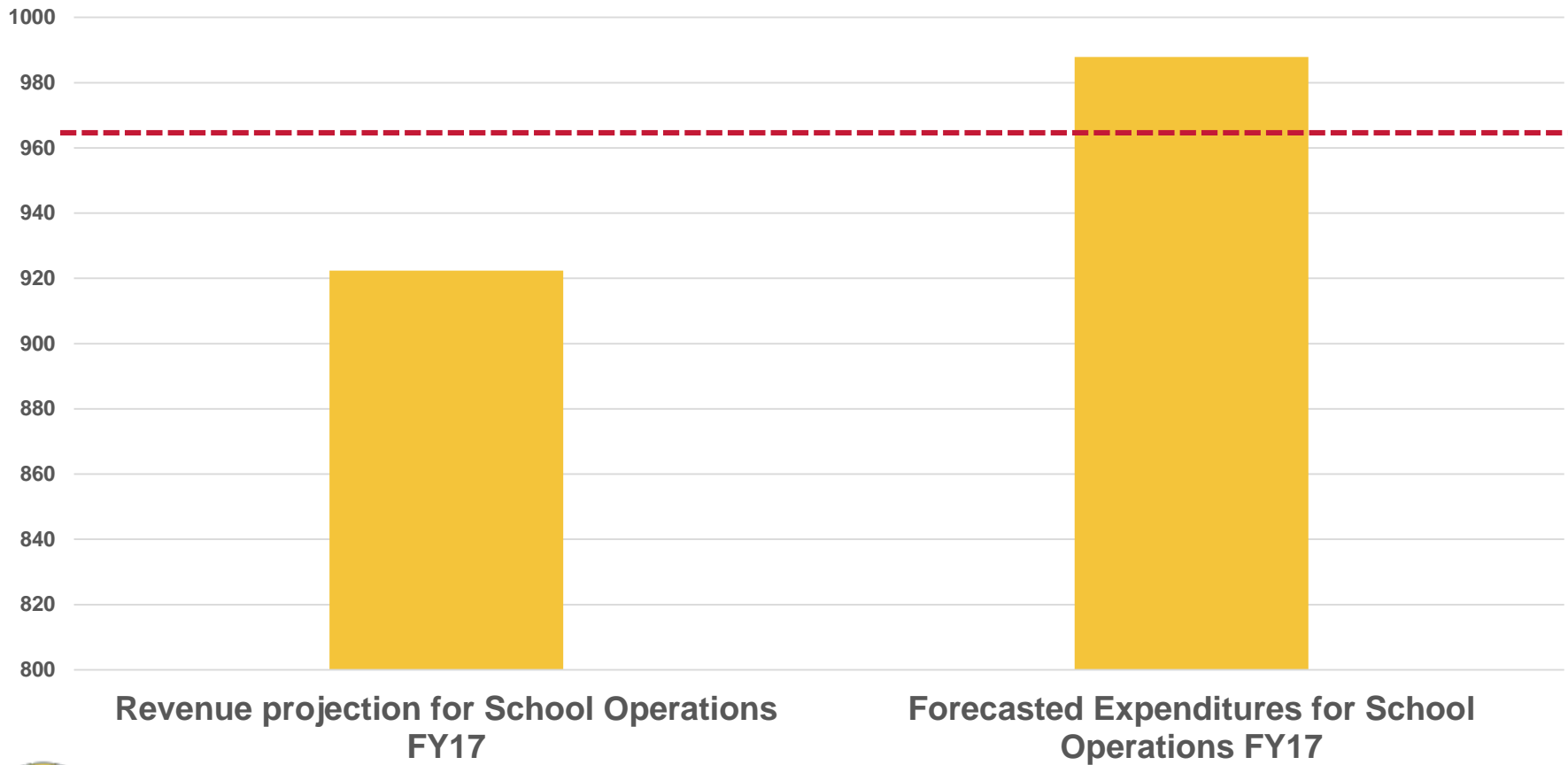
MPS Enrollment Trend

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FY17 Estimated Revenue vs. Projected Expenses

Change in FY17 Budget



Five-Year Forecast: School Ops

(In Millions)	<u>FY16</u> Budgeted	<u>FY17</u> est	<u>FY18</u> est	<u>FY19</u> est	<u>FY20</u> est	<u>FY21</u> est	Change FY21 vs FY16
Revenues	\$930.9	\$923.8	\$920.9	\$926.4	\$934.7	\$932.7	\$1.8
Expenditures							
Salaries/Other Wages	\$427.1	\$437.6	\$441.0	\$444.9	\$449.1	\$453.5	\$26.4
Benefits							
Medical/Vision Insurance-Active	\$91.7	\$118.1	\$126.8	\$136.4	\$147.8	\$158.8	\$67.1
Employee Contribution-Active	(\$7.4)	(\$12.1)	(\$13.0)	(\$13.9)	(\$14.9)	(\$15.9)	(\$8.5)
Medical-Retiree (no Vision)	\$64.7	\$55.7	\$57.2	\$60.1	\$62.3	\$64.8	\$0.1
Employee Contribution-Retiree	(\$14.7)	(\$2.6)	(\$3.0)	(\$3.8)	(\$4.6)	(\$5.7)	\$9.0
Net Medical/Vision	\$134.3	\$159.2	\$167.9	\$178.9	\$190.5	\$201.9	\$67.6
Other Benefits	\$57.8	\$51.3	\$53.1	\$55.5	\$58.1	\$60.9	\$3.0
Total Benefits	\$192.2	\$210.5	\$221.0	\$234.4	\$248.6	\$262.8	\$70.6
Purchased Services							
Contracted Schools Charters	\$70.5	\$87.7	\$88.2	\$89.1	\$91.4	\$92.9	\$22.5
Open Enrollment -Outbound	\$42.8	\$43.6	\$42.2	\$41.3	\$40.3	\$39.4	(\$3.5)
Pupil Transportation	\$61.6	\$61.6	\$61.6	\$61.6	\$60.8	\$60.0	(\$1.6)
Other Purchased Scvc.-Includes Utilities	\$61.0	\$58.6	\$61.2	\$61.8	\$62.5	\$63.1	\$2.0
Total Purchased Services	\$235.9	\$251.5	\$253.1	\$253.8	\$254.9	\$255.4	\$19.4
Supplies/Materials	\$38.2	\$38.6	\$39.0	\$39.4	\$39.8	\$40.2	\$2.0
Capital Purchases & Regional Development	\$29.2	\$8.3	\$8.4	\$8.4	\$8.5	\$8.6	(\$20.6)
Debt Service	\$29.8	\$30.7	\$30.3	\$31.6	\$32.1	\$31.2	\$1.4
Insurances	\$10.1	\$10.0	\$10.5	\$10.9	\$11.4	\$11.9	\$1.9
Other-before Use of Prior Year Funds for Legacy Costs	(\$1.3)	\$0.7	\$0.7	\$0.7	\$0.8	\$0.8	\$2.1
Total Expenditures	\$961.2	\$987.9	\$1004.1	\$1024.2	\$1045.2	\$1064.4	\$103.2
Balance Before Use of Prior Year Surpluses	(\$30.3)	(\$64.2)	(\$83.2)	(\$97.8)	(\$110.5)	(\$131.8)	
Use of prior Year Funds for Legacy Costs	\$30.3	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	
Final Surplus (Deficit)	\$0.0	(\$64.2)	(\$83.2)	(\$97.8)	(\$110.5)	(\$131.8)	

Challenges Impacting Proposed Funding Choices

- Enrollment
- Student Achievement
- Instructional Support
- Per-pupil increases below CPI
- Health & welfare costs / legacy costs
 - Overall utilization increase
 - High claims cost (36 over \$260,000)
- Employee Compensation
- Building operations & standard of care
- Legislative changes

Budget Planning



- School Governance Councils have submitted their FY17 school budgets to the Office of Finance.
- School budget submissions are currently being reviewed.
- Offices are developing their 2016-17 department budgets which are due March 24th.
- The Administration will host 3 listening session in April to collect additional input before finalizing the FY17 Superintendent's Proposed Budget.
- Proposed Budget will be available online April 26th.

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